# Message Text

UNCLASSIFIED

PAGE 01 CARACA 00458 171458Z ACTION ARA-14

INFO OCT-01 ISO-00 EB-08 AGRE-00 TRSE-00 XMB-04 OES-07 CIAE-00 INR-07 NSAE-00 STR-06 PRS-01 SP-02 L-03 USIA-15 /068 W

-----031146 172056Z /41

R 171400Z JAN 78 FM AMEMBASSY CARACAS TO USDOC WASHDC INFO SECSTATE WASHDC 0756

**UNCLAS CARACAS 0458** 

FOR WASHINGTON COMMERCIAL ACTION GROUP

E.O 11652: NA TAGS: BEXP, VE SUBJECT:COUNTRY COMMERCIAL PROGRAM-FIRST QUARTER 1978

REF: STATE 113767, STATE A-5960 12/10/76, CARACAS 12259

SUMMARY: ALL COMPAIGNS ACTIONS COMPLETED WITH MINOR EXCEPTIONS NOTED. ALL PENDING ACTIONS FROM FY77 COMPLETED.ACTIVITIES UP TO SCRATCH ALSO, PARTICULARLY WTDR AND ADS FUNCTIONS WHICH HERETOFORE BEHIND SCHEDULE.CHANGE SUGGESTED IN MARKET RESEARCH ACTIVITY PER CARACAS 12259.END SUMMARY.

1. CAMPAIGN ONE-CONSULTING SERVICES AND CAPITAL GOODS FOR HEAVY INDUSTRY.

ALL ACTIONS COMPLETED. UPDATED OUTLOOK REPORT ON ALUMINUM INDUSTRY DUE IN FOURTH QUARTER NOW ENROUTE AS A-001, DATED 1/9/78.

2. CAMPAIGN TWO-TRANSPORTATION INFRASTRUCTURE PROJECTS

ALL ACTIONS COMPLETED, EXCEPT NUMBER SIX: NOMINATE TWO INP EXECUTIVES TO VISIT US PORT AUTHORITIES. ON SEVERAL OCCASIONS, UNCLASSIFIED

UNCLASSIFIED

PAGE 02 CARACA 00458 171458Z

UP TO AND INCLUDING THE PRESIDENTIAL LEVEL OF THE NATIONAL PORTS INSTITUTE, WE HAVE OFFERED TO COOPERATE IN SETTING UP VISITS TO US PORT AUTHORITIES TO REVIEW AVAILABLE TRAINING PROGRAMS AND OTHER FORMS OF COOPERATION, WITHOUT SIGNIFICANT RESULT, APPARENTLY BECAUSE OF THE OVERWHELMING CURRENT PROBLEMS INP FACES. WE NOTE NONETHELESS THAT INP PRESIDENT SAMANIEGO WAS IN NEW YORK THIS MONTH AND REPORTEDLY HELD DISCUSSIONS WITH THE NEW YORK

### PORT AUTHORITY.

3. CAMPAIGN THREE-CONSTRUCTION, MINING, AND MATERIALS HANDLING EQUIPMENT, CONSTRUCTION MATERIALS AND PREFAB HOUSING.

ALL ACTIONS COMPLETED, EXCEPT NUMBER TEN: FOREIGN BUYER GROUP VISIT TO CHICAGO BUILDING AND CONSTRUCTION EXPOSITION. CONSIDERABLE EFFORT WAS EXPENDED IN WORKING WITH LOCAL TOURIST AGENT IN ATTEMPTING TO RECRUIT GROUP VISIT. (SEE RECOMMENDED CHANGE, ACTIVITY NUMBER FOUR

FOREIGN BUYER PROGRAM, BELOW). WE CONTINUE TO RECEIVE FREQUENT VISITS FROM US FIRMS INTERESTED IN SALES POSSIBILITIES IN PREFAB AND WORKER CAMPS. UPDATED MARKET ANALYSIS NOW IN DRAFT INDICATES OPPORTUNITIES EXIST ONLY FOR CONCRETE CONSTRUCTION TECHNIQUES.

4. CAMPAIGN FOUR-AIRCRAFT, AVIATION, AND AIRPORT EQUIPMENT ALL ACTIONS COMPLETED. THEME OF AIR SAFETY SEMINAR WAS CHANGED AT THE REQUEST OF SPONSORING ORGANIZATION AND DIRECTED ESSENTIALLY TOWARDS ON-BOARD SAFETY AND NAVIGATION EQUIPMENT RATHER THAN MAINTENANCE AND TEST EQUIPMENT. WE NOTE WITH SOME PRIDE THAT SINCE THIS CCP CAMPAIGN WAS INITIATIED ABOUT THREE YEARS AGO, VENEZUELA HAS COMMITTED BS. 926 MILLION FOR THIS TYPE OF EQUIPMENT, OF

WHICH ONLY 2.6 PERCENT WAS AWARDED TO THIRD COUNTRY SOURCES.

UNCLASSIFIED

UNCLASSIFIED

PAGE 03 CARACA 00458 171458Z

5. CAMPAIGN FIVE-ENERGY SYSTEMS

ALL ACTIONS COMLETED, EXCEPT FOR NUMBER FIVE.USIS WILL PROVIDE ARTICLES FOR PLACEMENT IN SECOND QUARTER.

6.CAMPAIGN SIX -TELECOMMUNICATIONS EQUIPMENT

ALL ACTIONS COMPLETED, EXCEPT RECEPTION IN ACTION THREE. ONE TELEGRAM FACILITATED SALE OF SEVERAL MILLION DOLLAR HF TRANSMITTER NETWORK TO ARMED FORCES.

7. CAMPAIGN SEVEN-OIL PRODUCTION AND REFINING EQUIPMENT

ALL ACTIONS COMPLETED, EXCEPT NUMBER FOUR: CONDUCT PRELIMINARY INVESTIGATION TO EVALUATE FEASIBILITY OF OIL FIELD EQUIPMENT EXHIBITION. WILL BE DONE EARLY SECOND QUARTER. SPECIFICATIONS FOR CONTRACT MARKET RESEARCH IN HAND.

8. CAMPAIGN EIGHT-VENEZUELAN TRAVEL TO THE U.S.

NO VISIT FROM USTS REPRESENTATIVE THIS QUARTER. EMBASSY CONTINUES TO DISTRIBUTE PUBLISHED MATERIAL UPON RECEIPT.

#### 9. OTHER SPECIAL POST EFFORTS

ACTIVITY ONE. TRADE PROMOTION EVENT SUPPORT-ALL ACTIONS COMPLETED.

ACTIVITY TWO. MARKET RESEARCH. CARACAS NO. 12259 SUGGESTS REVISION OF THIS ACTIVITY.

ACTIVITY THREE. MAJOR PROJECTS. ALL ACTIONS COMPLETED.

DURING QUARTER, EMBASSY SUBMITTED SIX NEW EARLY WARNINGS AND
28 FOLLOWUP AND SUPPLEMENTARY MAJOR PROJECT REPORTS. THE NATIONAL
CONSTRUCTORS ASSOCIATION TECHNOLOGY MISSION, HIGHLIGHTED WITH
LUNCHEON HOSTED BY PRESIDENT PEREZ, WAS CNSIDERED A GREAT SUCCESS
BY 20-ODD PARTICIPANTS. CHANGE PRIMARY RESPONSIBILITY TO CHARLES
LINCLASSIFIED

UNCLASSIFIED

PAGE 04 CARACA 00458 171458Z

DUDLEY

ACTIVIT FOUR. FOREIGN BUYER PROGRAM. TO DATE 300 BROCHURES HAVE BEEN SENT TO ASSOCIATIONS AND BUSINESS FIRMS IN SUPPORT OF FOUR EXHIBITIONS, I.E., THE 36TH EXPOSITION OF CHEMICAL INDUSTRIES; THE INTERNATIONAL EXPOSITION OF FOOD PROCESSORS; THE NATIONAL AUDIO VISUAL SHOW; AND EXPOPESCA.

IN VIEW OF TOTALLY UNSUCCESSFUL EFFORT TO GENERATE GROUP VISIT TO CHICAGO BUILDING AND CONSTRUCTION EXPOSITION (CAMPAIGN THREE ABOVE), EMBASSY PROPOSES TO DROP PLAN TO RECRUIT REMAINING TWO ESCORTED FOREIGN BUYER GROUPS. VENEZUELANS ARE AVID TRAVELERS AND DO GO TO EXHIBITIONS, BUT THEY ARE HIGHLY INDIVIDUALISTIC, PREFERRING NOT TO BE WIRED INTO GROUP VISITS. EMBASSY WILL CONTINUE SHOTGUN APPROACH.

ACTIVITY FIVE. COMMERCIAL SERVICES TRADE ASSISTANCE MATERIALS. WORK HAS STARTED UPDATING DIRECTORY OF FIRMS PROVIDING BUSINESS SERVICES, E.G., MARKET RESEARCH, PUBLIC ACCOUNTING, ETC. WORD PROCESSING SYSTEM NOT YET RECEIVED. WILL ACCELERATE THIS ACTIVITY NOW THAT WTDR AND ADS SITUATION UNDER CONTROL.

ACTIVITY SIX. INVESTMENT PROTECTION AND FACILITATION. ALL ACTIONS COMPLETED

ACTIVITY SEVEN. FOREIGN TRADERS INDEX. WE STILL HAVE A LONG WAY TO GO TO CONVERT FTI FOR VENEZUELA INTO USEFUL RESOURCE.DURING QUARTER, 380 WTDRS SUBMITTED AND OUR ANALYSIS INDICATES WE ARE NOW WITHIN STRIKING DISTANCE OF PERFORMING UP TO USDOC STANDARDS. OFF-INF TO DONAHOE DESCRIBES NEW INITIATIVE. WE NOTE CONSIDERABLE VOLUME OF FTI UPDATES FOR YEARS 1972, 1973, ETC. YET TO BE PERFORMED. REGARDING PIRS, EXHIBITIONS CONTRACTOR CONDUCTED SEVERAL HUNDRED PROMOTIONAL CALLS BUT DID NOT PREPARE PIRS AS REQUIRED, BUT INSTEAD SPANISH LANGUAGE INTERVIEW REPORTS. EMBASSY NOW ANALYZING WHETHER UNCLASSIFIED

### UNCLASSIFIED

PAGE 05 CARACA 00458 171458Z

AND HOW TO CONVERT INTO PIR FORMAT.

ACTIVITY EIGHT.AGENT/DISTRIBUTOR SERVICE. ALL ACTIONS COMPLETED. OUR ANALYSIS INDICATES ADS FUNCTION NOW ESSENTIALLY WITHIN 30 DAYS TURN-AROUND TIME AND UP TO SNUFF. SEPARATE OFF-INF TO DONAHOE WILL DESCRIBE

EXPERIENCE WITH DUN & BRADSTREET AS ADS CONTRACTOR.

ACTIVITY NINE. VISUAL SEARCH MICROFILM FILE. CARACAS 12562 AND CARACAS 12563 PROVIDED CRITICAL ANALYSIS WHICH POINTS OUT SERIOUS DEFICIENCIES IN VSMF AND SUGGESTS NECESSARY IMPROVEMENTS TO MAKE IT A FEASIBLE PROTOTYPE FOR THE NEW E/AIS. VAKY

UNCLASSIFIED

NNN

# Message Attributes

Automatic Decaptioning: X Capture Date: 01 jan 1994 Channel Indicators: n/a

**Current Classification: UNCLASSIFIED** 

Concepts: n/a Control Number: n/a Copy: SINGLE Draft Date: 17 jan 1978 Decaption Date: 01 jan 1960 Decaption Note: Disposition Action: n/a

Disposition Approved on Date: Disposition Case Number: n/a Disposition Comment: Disposition Date: 01 jan 1960 Disposition Event: Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978CARACA00458
Document Source: CORE

**Document Unique ID: 00** Drafter: n/a

Enclosure: n/a Executive Order: N/A Errors: N/A

Film Number: D780025-0402 Format: TEL From: CARACAS

Handling Restrictions: n/a

Image Path: ISecure: 1

**Expiration:** 

Legacy Key: link1978/newtext/t19780157/aaaabvlc.tel

Line Count: 188 Litigation Code IDs: Litigation Codes:

Litigation History: Locator: TEXT ON-LINE, ON MICROFILM Message ID: abd4cfe2-c288-dd11-92da-001cc4696bcc

Office: ACTION ARA

Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a

Page Count: 4
Previous Channel Indicators: n/a Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 78 STATE 113767, 77 STATE A-5960, 77 CARACAS 12259

Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags:

Review Date: 24 feb 2005 **Review Event:** Review Exemptions: n/a **Review Media Identifier:** Review Release Date: n/a

Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 3764802 Secure: OPEN Status: NATIVE

Subject: COUNTRY COMMERCIAL PROGRAM-FIRST QUARTER 1978

TAGS: BEXP, VE To: COM Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS\_Docs/abd4cfe2-c288-dd11-92da-001cc4696bcc

Review Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014

Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014